

DEPARTMENT OF HOUSING AND **BEFORE COMMUNITY DEVELOPMENT** HOMESTEAD **Housing Preservation Program** AFTER faciations the City... Department of Housing and Community Development investing in the Fearing 801 North Capitol Street, NE Washington, D.C. 20002 (202) 442-7200 Telephone: Fax: (202) 442-8391 Government of the District of Columbia Anthony A. Williams, Mayor Web site: www.dhcd.dcgov.org

# **Applications and Proposals**

The availability of both single family and multi-family properties are advertised in the District of Columbia's community and major daily newspapers. Once the properties are advertised, proposals for multi-family properties and applications for single family properties should be sent to the Department of Housing and Community Development, P.O. Box 2028, Washington, D.C. 20002. Applications for single and multi-family properties can be obtained at the following community-based organizations:

Housing Counseling Service, Inc. 2430 Ontario Road, NW Washington, D.C. 20009 (202) 667-7006

Marshall Heights Community **Development Organization** 3939 Benning Road, NE Washington, D.C. 20019 (202) 396-1200

University Legal Services Suite 202 300 I Street, NE Washington, D.C. 20002 (202) 547-4747

University Legal Services 2<sup>nd</sup> Floor 3101 Martin Luther King Avenue, SE Washington, D.C. 20032 (202) 645-7088

## **Program Description**

The Homestead Housing Preservation Program was established to provide much-needed homeownership opportunities to low and moderate-income residents. The program gives first-time homebuyers, who otherwise might be unable to purchase a house, a chance to become homeowners in the District of Columbia. The Homestead Housing Preservation Program also enables organized groups of low and moderate-income residents to acquire multi-family properties and convert the buildings to cooperatives and condominiums.

Twice each year, the Homestead Program Administration selects tax delinquent properties and sells the buildings for as little as \$250 a unit. A \$10,000 deferred loan, payable when the property is sold, is made available to low and moderate-income residents who purchase houses through the program. Homebuyers must secure financing for the balance of the rehabilitation expenses and agree to:

- Make repairs on the property to bring it within D.C. Housing and Building Code requirements;
- Complete a Homestead Housing Preservation Program Homeownership Training Course;
- Live in the property for at least 5 years; and
- Pay all future taxes and assessments.

### **Multi-Family Properties**

#### **Proposal Requirements**

To be eligible for a multi-family property in the Homestead Housing Preservation Program, an applicant must submit a proposal that addresses the following elements:

- Realistic rehabilitation costs:
- Evidence of an ability to obtain rehabilitation and permanent financing;
- Evidence of the capability to successfully complete the rehabilitation, occupancy, and management of the property;
- A plan to ensure the affordability of at least 15% of units by low-income households, and at least 50% of units by low and moderate-income households; and
- A plan that provides all residents homeownership opportunities and full participation in decision-making processes.



#### **Selection Process**

Eligible proposals for multi-family properties shall be prioritized for selection as follows:

- Tenant associations occupying the prospective the properties;
- Cooperative housing associations whose active members are sufficient to occupy at least 50% of the units in the subject property and whose membership is comprised of District residents at the time of proposal submission;
- Nonprofit developers; and
- For-profit developers.



## **Single Family Properties**

### **Eligibility**

To be eligible for a single family property from the Homestead Housing Preservation Program, an applicant must:

- Be at least 18 years old;
- Be a first-time homebuyer;
- Be able to afford the monthly housing expenses (mortgage payments, taxes, insurance, utilities, etc.); and
- Have an acceptable credit record.

#### **Selection Process**

The Homestead Housing Preservation Program is committed to ensuring that all eligible applicants receive a fair chance to purchase available houses. Applicants are selected for properties as follows:

- In instances of occupied properties, the tenant(s) shall have the Right of First Refusal to purchase the prospective property;
- Applications are sorted by income and applicants' indicated preference for specific available properties; and
- Applicants for each property are selected at random from a lottery pool as the homebuyer and first, second, and third runners-up.